

**NOTICE TO JOINT LEGISLATIVE COMMITTEE ON LOCAL GOVERNMENT
OF PROPOSED LOCAL GOVERNMENT FINANCING**

April 23, 2020

Joint Legislative Committee on Local
Government
16 West Jones Street
Raleigh, North Carolina 27601
Attention: Committee Chairs and Committee
Assistant

Fiscal Research Division
Legislative Office Building
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925
Attention: Director

North Carolina Local Government Commission
3200 Atlantic Avenue
Raleigh, North Carolina 27604
Attention: Secretary

***Not to Exceed \$75,000,000
County of Durham, North Carolina
Installment Financing Contracts***

In accordance with N.C. Gen. Stat. §120-157.2(a) (the “*Statute*”), the County of Durham, North Carolina (the “*County*”) hereby notifies you of its intent to execute and deliver either (1) a short-term installment financing contract (the “*Short-Term Contract*”) with a financial institution to be determined (the “*Bank*”) or (2) an amendment to an existing installment financing obligation (the “*Amendment*,” and together with the Short-Term Contract, the “*Interim Contract*”) in an amount not to exceed \$75,000,000. The County intends to apply the proceeds of the Interim Contract to finance (1) the costs of additions and capital improvements to, or the acquisition, renewal or replacement of capital assets of, or purchasing and installing new equipment relating to, the operation and maintenance of the storm water facilities located within the County’s jurisdiction (the “*Stormwater Improvements*”), (2) the construction, equipping and furnishing of certain public school facilities and equipment (the “*School Improvements*” and together with the Stormwater Improvements, the “*Project*”), and (3) pay the costs of execution and delivery of the Interim Contract. The County expects to discharge this Interim Contract prior to its maturity on or about June 30, 2022, at which time the County will (a) execute and deliver one or more new installment financing contracts or amendments to existing installment financing contracts with Durham Capital Financing Corporation (the “*Long-Term Contracts*,” and together with the Interim Contract, the “*Contracts*”) in order to (1) refinance the Interim Contract and (2) pay the costs of execution and delivery of the Long-Term Contracts.